GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1927
ANSWERED ON:05.08.2005
RAISING ADDITIONAL CAPITAL BY SBI
Rao Shri Devarakonda Vittal

Will the Minister of FINANCE be pleased to state:

(a) whether the State Bank of India is planning to raise the additional capital by the second or third quarter and put the additional requirement at Rs. 3,000 crore; and

(b) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) & (b) : State Bank of India (SBI) does not require additional capital to maintain the regulatory Capital Adequacy Ratio (CAR) of 9% during the financial year 2005- 06. However, SBI or for that matter any other bank, may, from time to time, review their requirement of capital for expansion of business and for raising their CRAR to a comfortable level commensurate with that of banks rated strong internationally.